GOVERNMENT OF INDIA
CHEMICALS AND FERTILIZERS
LOK SABHA

UNSTARRED QUESTION NO:742
ANSWERED ON:05.03.2007
INCREASE IN PRODUCTION OF FERTILIZERS
Oram Shri Jual

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a)whether the Government has any proposal to increase the production of fertilizer during the Eleventh Five Year Plan; and

(b)if so, the steps proposed to be taken in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS AND MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS(SHRI B.K. HANDIQUE)

(a) to (b) Considering the growth in consumption of urea in the years to come, the Government has announced a policy for incentivizing additional urea production for Stage-III of New Pricing Scheme. The policy will encourage the existing urea units to produce beyond 100% of their installed capacities by introducing a system of incentives for additional urea production subject to merit order procurement. The policy of requiring prior Government permission for additional urea production has been dispensed with. Government will also enter into / encourage long term buy back arrangements with Joint Ventures abroad depending upon merits and other proposals related to new/expansion projects also.